

Financial & Operational HIGHLIGHTS

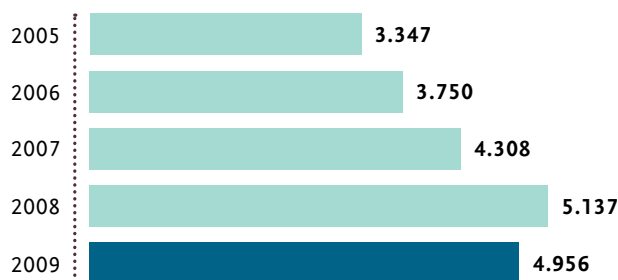
ATRF FINANCIAL POSITION AT AUGUST 31, 2009

\$ Thousands	2009	2008
Investments		
Equities	\$ 3,001,382	\$ 3,400,129
Bonds and debentures	597,921	563,507
Money-market securities and cash	158,257	214,180
	3,757,560	4,177,816
Cash	1,351	1,683
Contributions Receivable	11,166	9,031
Loan Receivable from the Province	1,184,685	944,099
Other Assets and Liabilities	1,678	4,764
Net Assets Available for Benefits	4,956,440	5,137,393
Actuarial Value of Accrued Pension Benefits	6,861,654	6,321,904
Deficiency	\$ 1,905,214	\$ 1,184,511

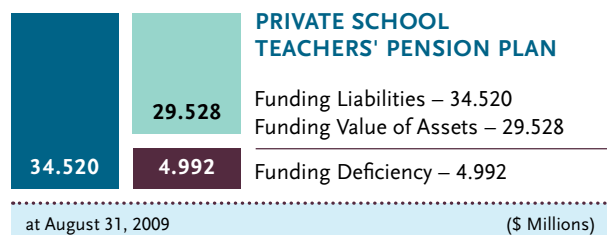
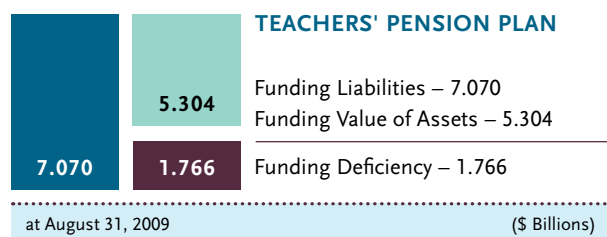
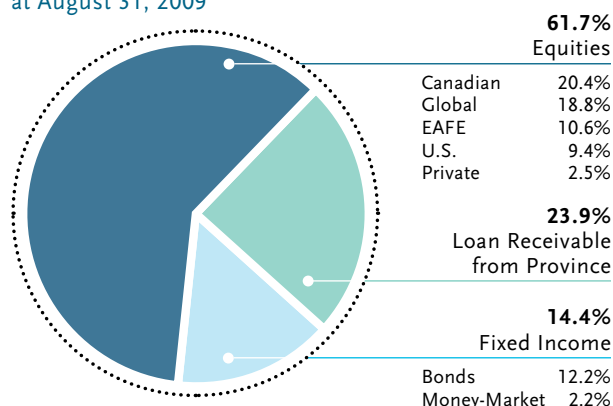
ACTIVITY DURING YEAR ENDED AUGUST 31, 2009

\$ Thousands	2009	2008
Benefit and Investment Operations		
Investment losses	\$ (443,500)	\$ (149,070)
Advances assumed by the Province	–	724,174
Net contributions	433,722	402,945
Pension benefits	(152,976)	(130,032)
Administrative expenses	(18,199)	(18,540)
(Decrease)/Increase in Net Assets	(180,953)	829,477
Accrued Pension Benefits Assumed by the Province	–	5,867,827
Increase in Cost of Accrued Pension Benefits	(539,750)	(873,540)
(Increase)/Decrease in Deficiency	\$ (720,703)	\$ 5,823,764

NET ASSETS OF ATRF (\$ BILLIONS)



ASSET MIX – POST-1992 PERIOD TEACHERS' PENSION PLAN at August 31, 2009



Fund Results

- Over the 17-year period since the current funding structure was adopted by the plan sponsors, the Teachers' Pension Plan has on average earned 6.9% each year, exceeding the plan's funding rate of return objective of 6.7% by 0.2% each year; over the same period, the rate of return for the Private School Teachers' Pension Plan fund has been 6.6%, slightly below the rate of return objective of 6.7%
- During the past fiscal year marked by severe losses in global investment markets; the Teachers' Pension Plan fund declined 8.5% and the Private School Teachers' Pension Plan fund dropped 12.7%

Key Accomplishments – 2008/09

- Reassessed the funding, liability and investment structures of the plans to recognize the new funding agreement between the plan sponsors
- Conducted a comprehensive asset-liability study of the two plans resulting in a new target policy asset mix to maximize the long-term funded ratio of the plans while minimizing the volatility of total funding contribution rates
- Completed the review of plan member systems and work flows to ensure ATRF is well positioned to meet future customer service and productivity needs
- Implemented several communication plan enhancements, including producing member information videos for the website and promoting On-Line Services to pensioners
- Received high approval ratings from members on the plan member survey and the pensioner survey
- Completed the program to enhance governance and management of internal control over financial reporting
- Recognized as having one of the lowest plan member service costs in the industry at \$68 per member